

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

HB 952 - SB 1128

March 11, 2021

SUMMARY OF BILL: Authorizes certain counties to establish retirement credit for employees who left employment with the county to perform military service and were reemployed by the county after such military service.

ESTIMATED FISCAL IMPACT:

Other Fiscal Impact – Due to multiple unknown factors, the extent and timing of any permissive increase in local expenditures cannot be reasonably determined.

Assumptions:

- The proposed language applies only to counties who provide a retirement and pension plan outside of the Tennessee Consolidated Retirement System (TCRS).
- Pursuant to Tenn. Code Ann. § 9-3-504, any local government providing a defined benefit pension plan outside of TCRS is required to fund their actuarially determined contribution at 100 percent.
- For any county who opts to establish retirement credit for such employees, there will be a permissive recurring increase in local expenditures; however, the extent of such permissive increase will be dependent upon the number of applicable employees, the number of years of service such employees have, the level of compensation paid to such employees, and the extent of retirement benefits provided by the employing county.
- Due to multiple unknown factors, the extent and timing of any permissive increase in local expenditures cannot reasonably be determined.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink that reads "Bojan Savic".

Bojan Savic, Interim Executive Director

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